GUS-0282

COPY 2 OF Z

May 27, 1959

Den:

Reference: Contract OM-5400

As you know, the present engineering study is scheduled to end 30 June 1959 with the establishment of the principles and overall design concepts for a photographic reconnaissance system of maximum capability. Following this, about one year is available in which to design, manufacture, and assemble the system. Since the period for design, mamufacture, and assembly is short, it is our feeling that we should commence that activity on 1 July 1959. To permit this it is proposed that the present contract be extended now to cover engineering design work during the period 1 July through 30 September 1959 on the following basis.

Add under Exhibit "A", paragraph 1, subparagraph e: "Experimental activities will be expanded to include engineering breadboards and mockups. Design work will commence on the particular system selected during June, and some of the detailed manufacturing drawings, particularly those for long lead time items, will be completed. Liaison with the vehicle manufacturer, film manufacturers, and the Government will be continued. Progress reports will be submitted 31 July, 4 September, and 30 September.

Under paragraph 2 of Exhibit "A" the period of performance should be changed to "30 September 1959".

Attached please find our cost breakdown for the work to be performed during this additional period of time. This cost breakdown is based on the award of a CFFF contract containing the terms and conditions outlined in our May 5 letter wherein we submitted our proposal for the work now in process.

STATINTL

We would appreciate receiving your approval to subcontract additional work with on this phase of the program on the basis which you have approved previously.

CMH: pma Enc.

